INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2008

	October-08				September-08				Current FYTD	Prior Year FY08	3 Years Ended	5 Years Ended
		Allocation		Month		Allocation		Quarter			6/30/2008	6/30/2008
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY												
Structured Growth												
Los Angeles Capital	14,763	1.8%	2.3%	-16.95%	17,771	1.8%	2.3%	-12.89%	-27.65%	-7.79%	7.68%	N/A
Total Structured Growth	**14,763**	**1.8%**	**2.3%**	**-16.95%**	**17,771**	**1.8%**	**2.3%**	**-12.89%**	**-27.65%**	**-7.79%**	**7.68%**	**9.56%**
Russell 1000 Growth				*-17.61%*				*-12.33%*	*-27.76%*	*-5.96%*	*5.91%*	*7.32%*
Structured Value												
LSV	**13,438**	**1.6%**	**2.3%**	**-20.01%**	**16,791**	**1.7%**	**2.3%**	**-6.65%**	**-25.33%**	**-21.43%**	**3.81%**	**11.57%**
Russell 1000 Value				*-17.31%*				*-6.11%*	*-22.37%*	*-18.78%*	*3.53%*	*8.92%*
Russell 1000 Enhanced Index												
LA Capital	**29,982**	**3.6%**	**4.5%**	**-15.71%**	**35,907**	**3.6%**	**4.5%**	**-9.52%**	**-23.73%**	**-9.54%**	**6.97%**	**N/A**
Russell 1000				*-17.46%*				*-9.35%*	*-25.18%*	*-12.36%*	*4.81%*	
S&P 500 Enhanced Index												
Westridge	**30,820**	**3.7%**	**4.5%**	**-16.71%**	**36,992**	**3.7%**	**4.5%**	**-8.06%**	**-23.42%**	**-12.18%**	**4.98%**	**N/A**
S&P 500				*-16.79%*				*-8.37%*	*-23.76%*	*-13.12%*	*4.41%*	
Index												
State Street	9,555			-17.05%	11,604			-11.64%	-26.70%	-18.24%	2.93%	6.64%
Total 130/30	**9,555**	**1.2%**	**1.5%**	**-17.05%**	**11,604**	**1.2%**	**1.5%**	**-11.64%**	**-26.70%**	**-18.24%**	**2.93%**	**6.64%**
S&P 500				*-16.79%*				*-8.37%*	*-23.76%*	*-13.12%*	*4.41%*	*7.59%*
TOTAL LARGE CAP DOMESTIC EQUITY	***98,558***	***11.9%***	***15.0%***	***-16.94%***	***119,066***	***12.0%***	***15.0%***	***-9.42%***	***-24.76%***	***-12.71%***	**5.68%**	**9.31%**
S&P 500				*-16.79%*				*-8.37%*	*-23.76%*	*-13.12%*	*4.41%*	*7.59%*
SMALL CAP DOMESTIC EQUITY												
Manager-of-Managers												
SEI	***14,990***	***1.8%***	***2.5%***	***-22.99%***	***19,389***	***2.0%***	***2.5%***	***-6.64%***	***-28.10%***	***-20.93%***	**2.06%**	**9.10%**
Russell 2000 + 200bp				*-20.64%*				*-0.61%*	*-21.12%*	*-14.48%*	*5.88%*	*12.50%*
Enhanced												
Research Affiliates	16,543	2.0%	2.5%	-21.05%	20,937	2.1%	2.5%	-2.34%	-22.89%	N/A	N/A	N/A
Clifton	18	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Enhanced	**16,561**	**2.0%**	**2.5%**	**-21.05%**	**20,937**	**2.1%**	**2.5%**	**-2.34%**	**-22.89%**	**N/A**	**N/A**	**N/A**
Russell 2000				*-20.80%*				*-1.11%*	*-21.68%*	*-16.19%*		
TOTAL SMALL CAP DOMESTIC EQUITY	***31,551***	***3.8%***	***5.0%***	***-21.98%***	***40,326***	***6.2%***	***5.0%***	***-4.46%***	***-25.46%***	***-21.14%***	**1.97%**	**9.04%**
Russell 2000				*-20.80%*				*-1.11%*	*-21.68%*	*-16.19%*	*3.79%*	*10.29%*
INTERNATIONAL EQUITY												
Large Cap - Active												
Capital Guardian	20,855	2.5%	4.0%	-19.54%	26,027	2.6%	4.0%	-19.12%	-34.93%	-12.37%	12.24%	14.35%
LSV	20,610	2.5%	4.0%	-20.12%	25,787	2.6%	4.0%	-17.02%	-33.72%	-25.78%	7.37%	N/A
Total Large Cap - Active	**41,465**	**5.0%**	**8.0%**	**-19.83%**	**51,815**	**5.2%**	**8.0%**	**-18.09%**	**-34.34%**	**-19.29%**	**9.83%**	**13.46%**
MSCI EAFE - 50% Hedged				*-17.28%*				*-16.79%*	*-31.17%*	*-15.14%*	*10.93%*	*14.67%*
Small Cap - Value												
DFA	4,657	0.6%	1.0%	-21.76%	5,953	0.6%	1.0%	-20.83%	-38.05%	N/A	N/A	N/A
Total Small Cap Value	**4,657**	**0.6%**	**1.0%**	**-21.76%**	**5,953**	**0.6%**	**1.0%**	**-20.83%**	**-38.05%**	**-12.74%**	**9.30%**	**17.27%**
S&P/Citigroup Broad Market Index < $2BN				*-23.80%*				*-23.50%*	*-41.71%*	*-25.49%*	*7.39%*	*17.33%*
Small Cap - Growth												
Vanguard	**4,337**	**0.5%**	**1.0%**	**-24.14%**	**5,711**	**0.6%**	**1.0%**	**-25.01%**	**-43.11%**	**-17.52%**	**11.77%**	**20.18%**
Citigroup Broad Market Index < $2BN				*-23.80%*				*-23.50%*	*-41.71%*	*-25.49%*	*7.39%*	*17.33%*
TOTAL INTERNATIONAL EQUITY	***50,459***	***6.1%***	***10.0%***	***-20.40%***	***63,478***	***6.4%***	***10.0%***	***-19.01%***	***-35.53%***	***-18.83%***	**9.79%**	**14.56%**

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2008

	October-08				September-08				Current FYTD	Prior Year FY08	3 Years Ended 6/30/2008	5 Years Ended 6/30/2008
		Allocation		Month		Allocation		Quarter				
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
MSCI EAFE - 50% Hedged				*-17.28%*				*-16.79%*	-31.17%	-15.14%	*10.93%*	*14.67%*
DOMESTIC FIXED INCOME												
Core Bond												
Western Asset	**101,654**	**12.3%**	**10.9%**	**-6.68%**	**108,918**	**11.0%**	**10.9%**	**-5.05%**	**-11.39%**	**2.06%**	**2.76%**	**3.55%**
Lehman Aggregate				*-2.36%*				*-0.49%*	*-2.84%*	*7.12%*	*4.09%*	*3.86%*
Mortgage Backed												
Hyperion	**19,668**	**2.4%**	**2.8%**	**-7.36%**	**20,962**	**2.1%**	**2.8%**	**-21.09%**	**-26.90%**	**-20.24%**	**N/A**	**N/A**
Lehman Global Aggregate (US Securitized Portion)				*-3.66%*				*-1.46%*	*-5.07%*	*10.14%*		
Core Plus/Enhanced												
Clifton Group	32,884	4.0%	2.8%	-0.25%	33,175	3.4%	2.8%	0.43%	0.18%	10.17%	N/A	N/A
Prudential	30,928	3.7%	2.8%	-5.21%	32,326	3.3%	2.8%	-1.35%	-6.49%	4.89%	N/A	N/A
Total Core Plus/Enhanced	**63,812**	**7.7%**	**5.6%**	**-2.70%**	**65,501**	**6.6%**	**5.6%**	**-0.46%**	**-3.15%**	**7.55%**	**N/A**	**N/A**
Lehman Aggregate				-2.36%				-0.49%	-2.84%	7.12%		
Index												
Bank of ND	**55,802**	**6.8%**	**4.9%**	**-2.32%**	**57,112**	**5.8%**	**4.9%**	**-1.24%**	**-3.53%**	**7.68%**	**3.93%**	**3.28%**
Lehman Gov/Credit (1)				*-2.51%*				*-1.64%*	*-4.10%*	*7.24%*	*3.84%*	*3.24%*
BBB Average Quality												
Wells Capital (formerly Strong)	**102,652**	**12.4%**	**10.9%**	**-7.91%**	**111,670**	**11.3%**	**10.9%**	**-3.67%**	**-11.29%**	**3.55%**	**3.04%**	**3.85%**
Lehman US Credit BAA				*-10.95%*				*-4.85%*	*-15.26%*	*2.62%*	*2.52%*	*3.59%*
TOTAL DOMESTIC FIXED INCOME	***343,589***	***41.6%***	***35.0%***	***-5.69%***	***364,163***	***36.8%***	***35.0%***	***-4.37%***	***-9.82%***	***2.32%***	***3.89%***	***5.04%***
Lehman Aggregate (2)				*-2.36%*				*-0.49%*	*-2.84%*	*7.12%*	*4.09%*	*3.73%*
CASH EQUIVALENTS												
Bank of ND	***301,833***	***36.5%***	***35.0%***	***0.13%***	***401,441***	***40.6%***	***35.0%***	***0.48%***	***0.61%***	***3.43%***	***4.10%***	***3.38%***
90 Day T-Bill				*0.11%*				*0.63%*	*0.74%*	*3.63%*	*4.27%*	*3.18%*
TOTAL INSURANCE REGULATORY TRUST	**825,990**	**100.0%**	**100.0%**	**-6.76%**	**988,473**	**102.1%**	**100.0%**	**-4.94%**	**-11.37%**	**-2.71%**	**4.56%**	**5.72%**
POLICY TARGET BENCHMARK				*-6.07%*				*-2.98%*	*-8.87%*	*1.85%*	*5.91%*	*6.12%*

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.
(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.